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Director Uthlies

Arizona Corporation Commission 1200 W. Washington Phoenix, AZ 85007

Phoenix, AZ 85007

RE: Arizona Water Company vs. Global Water Resources

Dear Commissioners:

This letter is to support Global Water Resources' efforts to have Paragraphs 42 and 55 removed from Arizona Water Company's Complaint against Clobal Water Resources at in the to provide from Arizona Water Company's Complaint against Global Water Resources. It is also to provide the commission information regarding the Public Private Partnerships ("P3s") and the role they play in the City of Casa Grande's growth and its efforts to provide water to an ever-expanding population.

Casa Grande has been working closely with both Arizona Water Company and Global Water Company to accomplish our water service goals. This letter is not meant to diminish the good working relationships Casa Grande has with both water companies, but to merely clarify some of the points set forth in Arizona Water Company's assertions regarding the P3s in its Complaint.

The P3s were established to bring the water companies together with the city in order to accomplish the service goals that each party was striving to attain. Working through the P3s provides a route by which these goals can be attained without litigation—the P3s provide the avenue in which to work out disputes or concerns one-on-one rather than through the court system.

The financial aspect of the P3s developed out of the need to provide a financial avenue for service provisions. The growth impacting our city more often than not, is occurring outside our jurisdictional boundaries, thus, no impact fees for necessary services are collected. Once the homes are annexed into the city limits we are required to provide necessary services (public safety, sewer/water, schools, etc.). The P3s help with the impact fees, there are no motives other than to help provide the services.

I am requesting that the allegations by Arizona Water Company in Paragraphs 42 and 55 be deleted from its Complaint against Global Water Resources. Global Water Resources is making a concerted effort to provide sound environmental use of our limited water resources through its planned use of effluent water for green areas, ponds, lakes, waterfalls, etc.

Telephone: 520/421-8600 - Telefacsimile: 520/421-8602 - TDD: 520/421-2035 City Hall: 510 East Florence Boulevard - Casa Grande, Arizona 85222

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Thank you for the opportunity to voice our concerns regarding the Complaint against Global Water Resources. Should you have any questions or require more information from me, please feel free to contact me at 520-421-8600.

Sincerely,

huck Walton

Mayor

JVT:cr

CC:

Casa Grande City Council Jim Thompson, City Manager